GOVERNMENT OF INDIA
MINES
LOK SABHA

UNSTARRED QUESTION NO:914
ANSWERED ON:04.03.2008
ROYALTY COLLECTION FROM MINING
Rao Shri Kavuru Samba Siva

Will the Minister of MINES be pleased to state:

(a) the details of earning of major mining States as royalty from mining of different ores from the captive and non-captive mines during each of the last three years till date, State- wise;

(b) the major recommendations of the Hoda Committee on royalty to be levied on different ores;

(c) the evaluations of the new policy measures on the State, Central finances and prices of different metals in the market;

(d) whether the Government proposes to evolve a new mineral policy and implement it with provisions to ensure royalty for concerned States on ad valorem rates, strengthen infrastructure in mining areas and provides for regular review of royalty rates; and

(e) if so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF MINES(DR. T. SUBBARAMI REDDY)

(a) to (e) Royalty for major minerals (other than coal, lignite & sand for stowing) is notified by the Ministry of Mines but the accrual therefrom is collected by the State Governments and therefore the data of royalty collected by State Governments is not centrally maintained. The Hoda Committee in its recommendations regarding royalty rates had recommended that royalty for minerals should move decisively towards advalorem regime. Based on the recommendations of the Hoda Committee, a new Mineral Policy is under consideration of the Central Government.